

UNITED STATES DISTRICT COURT
DISTRICT OF MASSACHUSETTS

AMERICAN RE-INSURANCE COMPANY;
AMERICAN UNITED LIFE INSURANCE
COMPANY; DORINCO REINSURANCE
COMPANY; FIRST ALLMERICA FINANCIAL
LIFE INSURANCE COMPANY; GUARDIAN LIFE
INSURANCE COMPANY OF AMERICA;
HARTFORD LIFE INSURANCE COMPANY;
HOUSTON CASUALTY COMPANY; JOHN
HANCOCK LIFE INSURANCE COMPANY
(U.S.A.); INSURANCE CORPORATION OF
HANNOVER; MONUMENTAL LIFE INSURANCE
COMPANY; PAN AMERICAN LIFE INSURANCE
COMPANY; PHOENIX LIFE INSURANCE
COMPANY; RELIANCE STANDARD LIFE
INSURANCE COMPANY; RELIASTAR LIFE
INSURANCE COMPANY; SUN LIFE
ASSURANCE COMPANY OF CANADA;
SWISS RE LIFE & HEALTH AMERICA; AND
TRANSAMERICA OCCIDENTAL LIFE
INSURANCE COMPANY,

Plaintiffs,

v.

AMERICAN INTERNATIONAL GROUP INC.
and TRENWICK AMERICA REINSURANCE
CORPORATION,

Defendants

Civil Action No. 05-11840-MLW

JOINT REPORT ON STATUS OF SETTLEMENT

The Court's Order of March 6, 2007 requires plaintiffs and defendant Trenwick America Reinsurance Corporation ("Trenwick") to report by April 20, 2007 on the status of their settlement negotiations. Pursuant to the Court's Order, plaintiffs and Trenwick report that they have reached an agreement in principle to settle the matter and are working on the language of a

settlement agreement. The parties fully expect to reach agreement on and execute the settlement agreement shortly.

AMERICAN REINSURANCE COMPANY,
ET AL.

By their attorneys,

/s/ Steven L. Schreckinger

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TRENWICK AMERICA
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By its attorneys,

/s/ Eben A. Krim

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CERTIFICATE OF SERVICE

I hereby certify that I caused a true copy of the above document to be served upon the attorney of record for each other party by electronic means on April 18, 2007.

/s/ Anne Robbins